

STATEMENT OF REVENUE AND EXPENSES

	Current Year		Prior Year
	1 Uncovered	2 Total	3 Total
	XXX	601,095	583,412
1. Member months.....			
2. Net premium income.....	XXX	115,462,963	93,135,034
3. Change in unearned premium reserves and reserve for rate credits.....	XXX		
4. Fee-for-service (net of \$.....0 medical expenses).....	XXX		
5. Risk revenue.....	XXX		
6. Aggregate write-ins for other health care related revenues.....	XXX	0	0
7. Total revenues (Lines 2 to 6).....	XXX	115,462,963	93,135,034
Medical and Hospital:			
8. Hospital/medical benefits.....		90,021,632	70,390,920
9. Other professional services.....		689,166	
10. Outside referrals.....			
11. Emergency room and out-of-area.....			
12. Aggregate write-ins for other medical and hospital.....	0	13,044,993	11,628,474
13. Incentive pool and withhold adjustments.....			(3,637,512)
14. Subtotal (Lines 8 to 13).....	0	103,755,791	78,381,882
Less:			
15. Net reinsurance recoveries.....			
16. Total medical and hospital (Lines 14 minus 15).....	0	103,755,791	78,381,882
17. Claims adjustment expenses.....		4,537,004	
18. General administrative expenses.....		15,160,346	17,273,351
19. Increase in reserves for accident and health contracts.....			
20. Total underwriting deductions (Lines 16 through 19).....	0	123,453,141	95,655,233
21. Total underwriting gain or (loss) (Lines 7 minus 20).....	XXX	(7,990,178)	(2,520,199)
22. Net investment income earned.....		1,045,774	703,419
23. Net realized capital gains or (losses).....		92,776	
24. Net investment gains or (losses) (Lines 22 plus 23).....	0	1,138,550	703,419
25. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....0) (amount charged off \$.....0)].....			
26. Aggregate write-ins for other income or expenses.....	0	7,933	0
27. Net income or (loss) before federal income taxes (Lines 21 plus 24 plus 25 plus 26).....	0	(6,843,695)	(1,816,780)
28. Federal and foreign income taxes incurred.....	XXX	(7,600)	
29. Net income (loss) (Lines 27 minus 28).....	XXX	(6,836,095)	(1,816,780)

DETAILS OF WRITE-INS

0601.....	XXX		
0602.....	XXX		
0603.....	XXX		
0698. Summary of remaining write-ins for Line 6 from overflow page.....	XXX	0	0
0699. Totals (Lines 0601 thru 0603 plus 0698) (Line 6 above).....	XXX	0	0
1201. Prescription Drug Paid Claims.....		13,044,993	11,628,474
1202.....			
1203.....			
1298. Summary of remaining write-ins for Line 12 from overflow page.....	0	0	0
1299. Totals (Lines 1201 thru 1203 plus 1298) (Line 12 above).....	0	13,044,993	11,628,474
2601. Miscellaneous Revenue / (Expense).....		7,933	
2602.....			
2603.....			
2698. Summary of remaining write-ins for Line 26 from overflow page.....	0	0	0
2699. Totals (Lines 2601 thru 2603 plus 2698) (Line 26 above).....	0	7,933	0

STATEMENT OF REVENUE AND EXPENSES (Continued)

	1 Current Year	2 Prior Year
CAPITAL & SURPLUS ACCOUNT		
30. Capital and surplus prior reporting year.....	9,455,657	2,882,849
GAINS AND LOSSES TO CAPITAL AND SURPLUS		
31. Net income or (loss) from Line 29.....	(6,836,095)	(1,816,780)
32. Change in valuation basis of aggregate policy and claim reserves.....		
33. Net unrealized capital gains and losses.....		
34. Change in net unrealized foreign exchange capital gain or (loss).....		
35. Change in net deferred income tax.....	2,574,579	
36. Change in nonadmitted assets.....	(2,713,236)	389,588
37. Change in unauthorized reinsurance.....		
38. Change in treasury stock.....		
39. Change in surplus notes.....		
40. Cumulative effect of changes in accounting principles.....	302,540	
41. Capital Changes:		
41.1 Paid in.....	6,600	8,000
41.2 Transferred from surplus (stock dividend).....		
41.3 Transferred to surplus.....		
42. Surplus adjustments:		
42.1 Paid in.....	6,593,400	7,992,000
42.2 Transferred to capital (stock dividend).....		
42.3 Transferred from capital.....		
43. Dividends to stockholders.....		
44. Aggregate write-ins for gains or (losses) in surplus.....	0	0
45. Net change in capital and surplus (Lines 31 to 44).....	(72,212)	6,572,808
46. Capital and surplus end of reporting year (Line 30 plus 45).....	9,383,445	9,455,657

DETAILS OF WRITE-INS

4401.....		
4402.....		
4403.....		
4498. Summary of remaining write-ins for Line 44 from overflow page.....	0	0
4499. Totals (Lines 4401 thru 4403 plus 4498) (Line 44 above).....	0	0